

SKADDEN, ARPS, SLATE, MEAGHER & FLOM LLP
333 West Wacker Drive, Suite 2100
Chicago, Illinois 60606
(312) 407-0700
John Wm. Butler, Jr. (JB 4711)
John K. Lyons (JL 4951)
Ron E. Meisler (RM 3026)

- and -

SKADDEN, ARPS, SLATE, MEAGHER & FLOM LLP
Four Times Square
New York, New York, 10036
(212) 735-3000
Kayalyn A. Marafioti (KM 9632)
Thomas J. Matz (TM 5986)

Attorneys for Delphi Corporation, et al.,
Debtors and Debtors-in-Possession

Delphi Legal Information Hotline:
Toll Free: (800) 718-5305
International: (248) 813-2698

Delphi Legal Information Website:
<http://www.delphidocket.com>

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

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In re	:	Chapter 11
	:	
DELPHI CORPORATION, et al.,	:	Case No. 05-44481 (RDD)
	:	
Debtors.	:	(Jointly Administered)
	:	
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JOINT STIPULATION AND AGREED ORDER COMPROMISING
AND ALLOWING PROOF OF CLAIM NUMBER 8525
(RALCO INDUSTRIES, INC. AND LONGACRE MASTER FUND LTD.)

Delphi Corporation ("Delphi") and certain of its subsidiaries and affiliates, including Delphi Automotive Systems LLC ("DAS LLC"), debtors and debtors-in-possession in the above-captioned cases (collectively, the "Debtors"), and Ralco Industries, Inc. ("Ralco") and Longacre Master Fund Ltd. ("Longacre," and together with Ralco, the "Claimants") respectfully submit this Joint Stipulation And Agreed Order Compromising And Allowing Proof Of Claim Number 8525 (Ralco) and agree and state as follows:

WHEREAS, on October 8, 2005, the Debtors filed voluntary petitions under chapter 11 of title 11 of the United States Code, 11 U.S.C. §§ 101-1330, as then amended, in the United States Bankruptcy Court for the Southern District of New York.

WHEREAS, on October 11, 2005, and again on October 20, 2005, Ralco submitted a demand to the Debtors asserting a reclamation claim in the amount of \$115,912.90 (the "Reclamation Demand").

WHEREAS, on June 20, 2006, Ralco filed proof of claim number 8525 against DAS LLC which asserts an unsecured non-priority claim in the amount of \$163,499.09 (the "Claim") stemming from goods ordered by and sold to DAS LLC.

WHEREAS, on May 17, 2007, the Debtors and Ralco entered into a letter agreement (the "Reclamation Letter Agreement") with respect to the Reclamation Demand, whereby the Debtors and Ralco acknowledge and agree that the valid amount of the Reclamation Demand is \$26,986.10 (the "Reclamation Claim"), subject to the Debtors' right to seek, at any time and notwithstanding Ralco's agreement to the amount set forth in the Reclamation Letter Agreement, a judicial determination that certain reserved defenses (the "Reserved Defenses") to the Reclamation Claim are valid.

WHEREAS, on October 31, 2006, the Debtors objected to the Claim pursuant to the Debtors' (i) Third Omnibus Objection (Substantive) Pursuant To 11 U.S.C. § 502(b) And Fed. R. Bankr. P. 3007 To Certain (a) Claims With Insufficient Documentation, (b) Claims Unsubstantiated By Debtors' Books And Records, And (c) Claims Subject To Modification And (ii) Motion To Estimate Contingent And Unliquidated Claims Pursuant To 11 U.S.C. § 502(c) (Docket No. 5452) (the "Third Omnibus Claims Objection").

WHEREAS, on November 21, 2006, Ralco filed its Response Of Ralco Industries, Inc. To Third Omnibus Objections To Claims (Docket No. 5606) (the "Response").

WHEREAS, on January 23, 2007, Ralco assigned its interest in the Claim to Longacre pursuant to a Notice of Transfer (Docket No. 6814).

WHEREAS, on August 10, 2007, to resolve the Third Omnibus Claims Objection with respect to the Claim, DAS LLC and Claimants entered into a settlement agreement (the "Settlement Agreement").

WHEREAS, pursuant to the Settlement Agreement, DAS LLC acknowledges and agrees that the Claim shall be allowed against DAS LLC in the amount of \$159,795.36.

WHEREAS, DAS LLC is authorized to enter into the Settlement Agreement either because the Claim involves ordinary course controversies or pursuant to that certain Amended And Restated Order Under 11 U.S.C. §§ 363, 502, And 503 And Fed. R. Bankr. P. 9019(b) Authorizing Debtors To Compromise Or Settle Certain Classes Of Controversy And Allow Claims Without Further Court Approval (Docket No. 8401) entered by this Court on June 26, 2007.

THEREFORE, the Debtors and Claimants stipulate and agree as follows:

1. The Claim shall be allowed in the amount of \$159,795.36 and shall be treated as an allowed general unsecured non-priority claim against the estate of DAS LLC.
2. Longacre reserves the right, pursuant to section 503(b) of the Bankruptcy Code, to seek administrative priority status for \$26,986.10 of the Claim on the grounds that Longacre has a valid reclamation claim in the amount of \$26,986.10.
3. The Debtors reserve the right to seek, at any time and notwithstanding Ralco's agreement to the amount determined by the Debtors, a judicial determination that the Reserved Defenses are valid.
4. Ralco shall withdraw its Response to the Third Omnibus Claims Objection with prejudice.

So Ordered in New York, New York, this 4th day of September, 2007

/s/Robert D. Drain

UNITED STATES BANKRUPTCY JUDGE

AGREED TO AND
APPROVED FOR ENTRY:

/s/ John K. Lyons

John Wm. Butler, Jr.
John K. Lyons
Ron E. Meisler
SKADDEN, ARPS, SLATE, MEAGHER
& FLOM LLP
333 West Wacker Drive, Suite 2100
Chicago, Illinois 60606-1285
(312) 407-0700

- and -

Kayalyn A. Marafioti
Thomas J. Matz
Four Times Square
New York, New York 10036
(212) 735-3000

Attorneys for Delphi Corporation, et al.,
Debtors and Debtors-in-Possession

/s/ Thomas R. Morris

Thomas R. Morris
Silverman & Morris, P.L.L.C.
7115 Orchard Lake Road, Suite 500
West Bloomfield, Michigan 48322
(248) 539-1330

Attorneys for Ralco Industries, Inc.

/s/ Vladimir Jelisavcic

Vladimir Jelisavcic
Director
Longacre Master Fund, Ltd.
810 Seventh Avenue, 22nd Floor
New York, New York 10019